



Annual Report

To the board of
Stichting Musicians Without Borders, Alkmaar

On financial statements 2012



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Compilation report

Stichting Musicians Without Borders
Attn. L.J. Hassler
Spoortstraat 38
1815 BK ALKMAAR

Amersfoort, July 22, 2013

Dear Board of Directors,

Hereby we offer you the annual report 2012 of Stichting Musicians Without Borders, Alkmaar.

Introduction

In accordance with your instructions we have compiled the financial statements 2012 Stichting Musicians Without Borders, Alkmaar, which comprise the balance sheet as at December 31, 2012, the statement of income and expenses for the year 2012 and the notes.

Management's responsibility

The distinctive feature of a compilation engagement is that we compile financial information based on information provided by management of the entity. Management is responsible for the accuracy and completeness of the information provided and the financial statements based thereon.

Accountant's responsibility

Our responsibility as accountant is to perform our engagement in accordance with Dutch Law, including professional and ethical requirements issued by our professional institute.

In accordance with the professional standard applicable to compilation engagements, our procedures were limited primarily to gathering, processing, classifying and summarizing financial information. Furthermore we have evaluated the appropriateness of the accounting policies which are used to compile the financial statements, based on the information provided by management. The nature of our procedures does not enable us to express any assurance on the true and fair view of the financial statements.

Confirmation

Based on the information provided to us, we have compiled the financial statements using the accounting policies as included in Part 9 of Book 2 of the Dutch Civil Code.

BDO Accountants

was signed

J. van Rumt RA



ANNUAL REPORT

Balance sheet as at December 31, 2012
(After appropriation of result)**A s s e t s**

	<u>2012</u>	<u>2011</u>
	€	€
Fixed assets		
Tangible fixed assets (1)		
Other fixed assets	-	20
	<u>-</u>	<u>20</u>
Receivables and prepayments (2)	10.288	12.045
Cash at bank (3)	152.079	92.026
Total assets	<u>162.367</u>	<u>104.091</u>

R e s e r v e s a n d l i a b i l i t i e s**Reserves and funds**

Reserves		
Allocation reserve (4)	129.277	71.227
	<u>129.277</u>	<u>71.227</u>
Current liabilities (5)	33.090	32.864
Total reserves and liabilities	<u>162.367</u>	<u>104.091</u>

Statement of income and expenses for the year 2012

	Actual 2012	Budget 2012	Actual 2011
	€	€	€
Income			
Income from direct fundraising (6)	443.433	433.207	363.119
Income from bankaccounts	671	-	2.324
Total income	444.104	433.207	365.443
Expenses			
Expenditures on objectives (7)			
- Information and education	16.436	18.244	16.362
- Music projects	289.725	324.366	293.794
Expenditures for generate income (7)			
- Costs of direct fundraising	26.691	26.982	27.321
- Costs of bankaccounts	1.717	1.770	1.960
Overhead and administration (7)			
- Costs of overhead and administration	51.485	42.816	48.713
Total expenses	386.054	414.178	388.150
Result	58.050	19.029	(22.707)
Total costs of direct fundraising in % of Income from direct fundraising	6,0	6,2	7,5
Total costs overhead and administration in % of Total income	11,6	9,9	13,3
Total expenditures on objectives in % of Total income	69,0	79,1	84,9

Result appropriation

	Actual 2012	Actual 2011
	€	€
Allocation reserve	58.050	(22.707)
	<u>58.050</u>	<u>(22.707)</u>

Cash flow overview 2012

	2012		2011	
	€	€	€	€
Cash flow from operational activities				
Result		58.050		(22.707)
Depreciations		20		235
Changes in working capital:				
– changes in receivables and prepayments	1.757		6.700	
– changes in current liabilities	226		(3.053)	
		1.983		3.647
		60.053		(18.825)
Cash flow from investment activities				
Investments tangible fixed assets	-		-	
		-		-
Net cash flow		60.053		(18.825)
Opening balance cash and cash equivalents		92.026		110.851
Closing balance cash and cash equivalents		152.079		92.026

Notes to financial statements

General

The annual accounts are drawn up according to the accounting principles generally accepted in the Netherlands pursuing RJ 650 (Fundraising Organizations). The annual account is in Euros and will be compared by the board with the approved budget 2012 and the actual account 2012.

General notes for valuation assets and liabilities

Tangible fixed assets

Tangible fixed assets are valued at historical purchase price less depreciation, determined on a straight line basis over the estimated useful economic life of the assets concerned, taking into account any residual values.

Receivables and liabilities

Receivables are recognized at nominal value, less any provision of doubtful accounts. The current liabilities are recognized at nominal value.

Principles of determination of result

General

Revenue and expenses in the statement of income and expense are allocated to the period in which they relate. The result is determined as the difference between income generated by contributions and others, and the costs and other charges for the year.

Costs allocation

The expenses are attributed to the year to which they relate.

All costs are allocated among the cost categories "expenditures on objectives", "expenditures for generate income" and "overhead and administration". This was done by the VFI expressed breakdown of other costs.

Cash flow overview

The cash flow overview is put together according to the indirect method. Cash flows from foreign currencies are converted with the average exchange rate. Exchange rate differences are shown separately in the cash flow overview. The received and paid interest is included in the cash flow from operational activities.

Notes to the balance

Tangible fixed assets (1)

The changes in tangible fixed assets are listed below:

	Other fixed assets	Total
	€	€
Book value January 1, 2012	20	20
Depreciation	20	20
Book value December 31, 2012	<u>0</u>	<u>0</u>
Closing balance December 31, 2012		
Acquisition costs	20	20
Accumulated depreciation	20	20
	<u>0</u>	<u>0</u>

The other fixed assets are depreciated over a life term of five years. The fixed assets are for the business.

Receivables and prepayments (2)

The receivables and prepayments are specified as follows:

	2012	2011
	€	€
Benefits/funds/donations still to receive	6.688	9.000
Other receivables and prepayments	3.600	3.045
Total	<u>10.288</u>	<u>12.045</u>

Cash at Bank (3)

The cash is freely available to the foundation.

Reserves (4)

The changes in the reserves are listed below:

	Allocation reserve	Total
	€	€
Opening balance January 1, 2012	71.227	71.227
Appropriated result	58.050	58.050
	<u>129.277</u>	<u>129.277</u>
Closing balance December 31, 2012		

Allocation Reserve

Allocation reserves are reserves for which the executive board determined a restriction on spending. Allocation reserves are not required to be paid by year-end 2012. The executive board may remove the restriction on spending.

The appropriated reserves are as follows:

- Project Mostar € 58.065
- Project Mitrovica € 53.462
- Project Rwanda € 17.750

Current liabilities (5)

The current liabilities are specified as follows:

	2012	2011
	€	€
Creditors	13493	13.912
Operational costs still to pay	11.419	6.553
Benefits/funds/donations received in advance	-	5.400
Employment taxes	3.596	-
Other current liabilities	4.582	6.999
	<u>33.090</u>	<u>32.864</u>

Obligations that are not included in the balance sheet

Based in the rent agreements entered into, the annual rent liability amounts to € 7.200.

Notes to the statement of income and expenses

	2012	2011
	€	€
Income from direct fundraising (6)		
Income from projects	312.515	246.662
Benefits	110.891	73.603
Income own activities	19.071	35.125
Store/cd sales	956	1.406
Miscellaneous income	-	6.323
	<u>443.433</u>	<u>363.119</u>

Notes to the allocation of expenses (7)

	Objectives		Fundraising	
	Information and education	Music	Direct fundraising	Costs of bank accounts
	€	€	€	€
Work done by third parties	-	26.996	-	-
Staff costs (7.1)	15.247	63.600	5.911	-
Rent and accommodation	810	3.258	162	-
Depreciation and interest	-	-	-	1.717
Office and general costs	379	195.871	20.619	-
	<u>16.436</u>	<u>289.725</u>	<u>26.692</u>	<u>1.717</u>
			Total	
	Overhead and administration	Total 2012	Budget 2012	Total 2011
	€	€	€	€
Work done by third parties	-	26.996	13.538	55.603
Staff costs (7.1)	25.847	110.605	94.741	103.000
Rent and accommodation	2.970	7.200	7.200	7.652
Depreciation and interest	-	1.717	1.770	1.960
Office and general costs	22.668	239.537	297.229	219.935
	<u>51.485</u>	<u>386.054</u>	<u>414.478</u>	<u>388.150</u>

	2012	2011
	€	€
Staff costs (7.1)		
Salaries and wages	98.637	92.754
Social security and pensions	11.968	10.246
	<u>110.605</u>	<u>103.000</u>
	fte's	fte's
Employees	<u>2,4</u>	<u>1,6</u>

Salaries and wages management

Below is a breakdown of the salaries and wages of the management in 2012:

Name	L.J. Hassler
Function	Director

Employment	
Contract	Onbepaald
Hours	32
Part-time rate	80
Period	1/1-31/12

Bezoldiging (EUR)

Annual income	
Salary	40.800
Holiday payment	<u>2.992</u>
	43.792
Total	
Social security (wg partl)	5.461
Taxable allowances	0
Pensions (wg partl)	0
Other payments	0
Payments termination of employment	0

Total salary 2012 based on 0.8 fte	49.253
Total salary 2011 based on 0.9 fte	55.184


The annual income of € 43.792 from the director remains employed within the ceiling of € 46.694 scheme in the VFI. For an explanation of the policies and principles for management remuneration, we refer to the concepts of VFI.

	2012	2011
	€	€
Office and general costs (7.2)		
Direct costs objectives	185.733	167.788
Travelling expenses	21.844	27.914
Costs accountant and administration	13.148	7.746
Direct costs fundraising	5.900	5.463
Other office and general costs	12.912	11.024
	<u>239.537</u>	<u>219.935</u>


Signature

Alkmaar, July 22, 2013
Stichting Musicians Without Borders

L.J. Hassler
Directrice



**OTHER
INFORMATION**



Other information

Audit statement

No audit has been performed in accordance with the statutory size exemption under Article 396, Title 9, Book 2, of the Dutch Civil Code.

Statutory provision regarding appropriation of result

The Annual General Meeting of Shareholders shall determine how much of the remaining profit will be added to reserves.

Proposal appropriation of result

Following the profit appropriation proposed by the Management Board and pursuant to the Articles of Association the profit for 2012 of € 58.050 will be added to the allocation reserves.

Subsequent events

Until the date of this report there are no subsequent events.